LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **JANUARY 27**, **2009**, upon the application of **CLAYTON WILLIAMS ENERGY**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Lower Cotton Valley Formation**, **Reservoir A**, in the Hico-Knowles Field, Lincoln Parish, Louisiana.

- 1. To create two (2) additional drilling and production units for the exploration for and production of gas and condensate from the Lower Cotton Valley Formation, Reservoir A.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed units, with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate an operator of, and unit wells for, the proposed units as may be appropriate.
- 4. To redefine the Lower Cotton Valley Formation, Reservoir A, INSOFAR AND ONLY INSOFAR as to the additional units proposed herein, as being that gas and condensate bearing interval encountered between the depths of 8,580' and 11,320' (electrical log measurements) in the Chevron USA, Inc.-F H Callaway No. 1 Well, located in Section 11, Township 19 North, Range 4 West.
- 5. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 137-AA, effective September 1, 1979, as supplemented and amended by the Order No. 137-AA Series of Orders, and of all applicable Statewide Orders, to the additional units proposed herein.
- 6. To consider such other matters as may be pertinent.

The Lower Cotton Valley Formation, Reservoir A was initially defined in Order No. 137-AA, effective September 1, 1979.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana. www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 12/16/08;12/19/08 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.